

奇瑞汽车
CHERY AUTO

奇瑞汽车股份有限公司
Chery Automobile Co., Ltd.

(A joint stock company incorporated in the People's Republic of China with limited liability)

Stock Code: 9973.HK



2026
INTERIM REPORT

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Yin Tongyue (*Chairman and President*)

Mr. Zhang Guozhong

Non-executive Directors

Ms. Wang Laichun

Ms. Li Jing

Mr. Wang Jinhua

Mr. Wang Xiaowei

Mr. Bao Siyu

Mr. Yin Xiangling

Mr. Hu Jingyuan

Independent Non-Executive Directors

Mr. Shang Wenjiang

Mr. Yang Mianzhi

Mr. Ye Shengji

Mr. Lu Feng

Ms. Shi Qin (*appointed with effect from 20 May 2026*)

Mr. Lai Ni Hium, Frank

Mr. Yang Shanlin (*retired with effect from 20 May 2026*)

SUPERVISORS

Mr. Wu Yunfei (*Chairman*)

Mr. Xu Hui

Mr. Cai Changfeng

RISK CONTROL AND AUDIT COMMITTEE

Mr. Lai Ni Hium, Frank (*Chairman*)

Mr. Shang Wenjiang

Mr. Yang Mianzhi

Ms. Shi Qin (*appointed with effect from 20 May 2026*)

Mr. Wang Jinhua

Mr. Hu Jingyuan

Mr. Bao Siyu

Mr. Yang Shanlin (*retired with effect from 20 May 2026*)

NOMINATION AND REMUNERATION COMMITTEE

Mr. Shang Wenjiang (*Chairman*)

Ms. Li Jing

Mr. Wang Xiaowei

Mr. Zhang Guozhong

Mr. Lu Feng

Mr. Ye Shengji

Mr. Yang Mianzhi

STRATEGY AND SUSTAINABLE DEVELOPMENT COMMITTEE

Mr. Yin Tongyue (*Chairman*)

Ms. Wang Laichun

Mr. Wang Jinhua

Mr. Zhang Guozhong

Mr. Yin Xiangling

Mr. Lai Ni Hium, Frank

Mr. Ye Shengji

JOINT COMPANY SECRETARIES

Ms. Zhan Ni

Ms. Yu Wing Sze (*ACG, HKACG*)

AUTHORIZED REPRESENTATIVES

Mr. Zhang Guozhong

Ms. Zhan Ni

REGISTERED OFFICE

No. 8, Changchun Road
Economic Technology and Development Area
Wuhu, Anhui
PRC

HEADQUARTER AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

No. 8, Changchun Road
Economic Technology and Development Area
Wuhu, Anhui
PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

31/F, Tower Two
Times Square
1 Matheson Street
Causeway Bay
Hong Kong

H SHARE REGISTRAR

Computershare Hong Kong Investor Services Limited
Shops 1712-1716
17th Floor, Hopewell Centre
183 Queen's Road East
Wanchai
Hong Kong

AUDITORS

Ernst & Young
Certified Public Accountants
Registered Public Interest Entity Auditor
27/F, One Taikoo Place
979 King's Road
Quarry Bay
Hong Kong

LEGAL ADVISERS

As to Hong Kong laws:
DLA Piper Hong Kong
25/F, Three Exchange Square
8 Connaught Place
Central
Hong Kong

As to PRC laws:
Jingtian & Gongcheng
34/F, Tower 3, China Central Place
77 Jianguo Road
Chaoyang District, Beijing
PRC

COMPLIANCE ADVISER

China International Capital Corporation
Hong Kong Securities Limited
29/F, One International Finance Centre
1 Harbor View Street
Central
Hong Kong

PRINCIPAL BANKS

Industrial and Commercial Bank of China, Wuhu Branch
Development Zone Sub-branch
40 Yinhu North Road
Jiujiang District
Wuhu, Anhui
PRC

COMPANY'S WEBSITE

www.chery-auto.com

STOCK CODE

9973

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS OVERVIEW

The Company is a passenger vehicle company headquartered in Wuhu, China. The Group designs, develops, manufactures and sells a diverse and expanding portfolio of passenger vehicles, including ICE vehicles and NEVs, to cater to the distinct and evolving needs and preferences of customers in both the domestic and overseas markets.

The Group takes pride in its technological prowess. With the Group's technological breakthroughs and innovations, including industry-leading vehicle platforms, state-of-the-art fuel and hybrid engine and transmission systems, E/E architecture, driving assistance technologies and intelligent cockpit systems, the Group provides users worldwide with a superior mobility experience characterised by high performance, comprehensive safety, and superior comfort and intelligence. Currently, the Group designs, develops, manufactures and sells passenger vehicles under five major brands, namely, CHERY, JETOUR, EXEED, iCAR and LUXEED.

As the signature brand of the Group, CHERY is positioned as a leading automotive brand offering safety, comfort and quality for mass market and family use. The CHERY brand comprises the key product series of Tiggo, Arrizo and Fulwin, as well as OMODA, JAECOO and LEPAS mainly targeting overseas markets. The CHERY brand covers sedans and SUVs with ICE, PHEV, REEV and BEV versions.

JETOUR targets customers who are passionate about family travel and outdoor leisure. The JETOUR brand includes ICE vehicles and PHEVs.

EXEED targets customers who value performance and elegance and provides them with a smooth and sophisticated travel experience. The EXEED brand comprises the ES and EX product series, covering sedans and SUVs with multiple powertrain options, including plug-in hybrid electric vehicle, range-extended electric vehicle and battery electric vehicle versions.

iCAR, targeting Generation Z customers who are keen on technology and value freedom, is designed to provide a contemporary and smart travel experience. iCAR offers the iCAR V23 and iCAR V27 models, which are available in battery electric and range-extended electric versions.

LUXEED, targeting customers who pursue intelligence, performance and innovation, is designed to provide them with a transformative and smart driving experience. LUXEED offers three models, namely, the S7, a smart sedan, and the R7, a smart coupe SUV with both BEV and REEV versions, and the V9, a flagship MPV.

In 2026, the Group continued its strong growth momentum as one of China's most globally oriented automotive groups. The Company further enhanced its competitiveness through a diversified multi-brand strategy, expanding its footprint across both emerging and mature markets. Operational efficiency, global product appeal and technology-driven differentiation remained the pillars of Chery's development throughout the Reporting Period.

MANAGEMENT DISCUSSION AND ANALYSIS

The Group's multi-brand architecture enabled it to capture a wide range of customer segments spanning mass-market, premium, family-oriented and intelligent electric vehicle categories. The Group maintained a balanced product mix between ICE vehicles and NEVs, with continued acceleration in hybrid and smart EV adoption.

During the Reporting Period, the Group strengthened its position as a leading Chinese vehicle exporter, leveraging its long-established overseas presence. It further expanded its sales and service networks across Europe, South America, Africa and the Middle East, supported by overseas manufacturing bases and localised operations.

As at 30 June 2026, Chery operated 12 major production bases worldwide, including 3 overseas bases, enabling faster regional fulfilment, improved compliance with local regulatory requirements and enhanced supply chain resilience.

OUTLOOK AND FUTURE PLANS

The five major brands of the Group constitute a complementary brand portfolio. With distinct positioning and features, each brand targets different market segments with an expanding product lineup to meet diverse customer needs. In the second half of 2026, the Group plans to (i) further expand product lineup and sharpen brand positioning to enhance the Group's brand equity; (ii) continue to invest in R&D on next-generation technologies to strengthen the Group's competencies; (iii) continue to enhance vehicle electrification and intelligentization to embrace global mobility transformation; and (iv) expand the Group's international footprint through its globalisation strategy to solidify overseas market leadership.

RISKS RELATING TO OUR BUSINESS AND INDUSTRY

The Group operates in a highly competitive and rapidly evolving automotive industry, and its business, financial condition and prospects are subject to a number of significant risks and uncertainties. Competition in both the traditional ICE vehicle market and the fast-growing NEV market remains intense, and demand for NEVs may be cyclical, policy-driven, and volatile.

The performance of the Group during the Reporting Period may not be indicative of its future results, particularly as consumer preferences, regulatory requirements and technology trends continue to shift. As the Group expands globally, it faces risks inherent in international operations, including geopolitical uncertainties, trade compliance, currency fluctuations and differing regulatory regimes; failure to manage these risks effectively could materially and adversely affect the operations of the Group. In addition, the Group's business success depends on the continued strength, differentiation and market acceptance of its five major brands; any inability to maintain or enhance its brand equity, or any excessive expenditure in doing so, may negatively affect the performance of the Group. The Group also relies on a diversified network of suppliers for key raw materials and components and is therefore exposed to risks arising from price volatility, supply disruptions and supplier's potential inability to meet its quality or delivery requirements. Furthermore, any delays in the development, launch, production or delivery of its existing or future vehicle models could undermine its competitiveness and growth trajectory.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

During the Reporting Period, the Group derived its revenue primarily from sales of passenger vehicles, and automotive parts and components. In addition, the Group also manufactured and sold KD kits, the revenue of which is included in the sales of passenger vehicles.

The following table sets forth a breakdown of the Group's revenue by products for the periods indicated:

	For the six months ended 30 June			
	2026		2025	
	RMB million	%	RMB million	%
	(Unaudited)		(Unaudited)	
Passenger vehicles	128,795	89.9	128,646	90.9
– ICE vehicles	69,511	48.5	92,452	65.3
– NEVs	59,284	41.4	36,194	25.6
Automotive parts and components	10,042	7.0	9,679	6.8
Others ⁽¹⁾	4,443	3.1	3,277	2.3
Total	143,280	100.0	141,602	100.0

Note:

(1) Others include automotive business-related procurement, production, technology development and other supporting services.

During the Reporting Period, revenue from the sales of ICE vehicles represented the largest component of the Group's revenue. Revenue of the Group remained relatively stable at RMB141,602 million and RMB143,280 million for the Previous Period and the Reporting Period, respectively, primarily as a result of the net effect of the following factors:

- (i) revenue from sales of passenger vehicles remained relatively stable at RMB128,646 million and RMB128,795 million for the Previous Period and the Reporting Period, respectively;
- (ii) revenue from sales of automotive parts and components increased by 3.8% from RMB9,679 million for the Previous Period to RMB10,042 million for the Reporting Period, primarily due to the increased demand for related components and parts driven by the rapid growth in overseas passenger vehicle sales; and
- (iii) revenue from others increased by 35.6% from RMB3,277 million for the Previous Period to RMB4,443 million for the Reporting Period, primarily due to the sales increase of the Group's automotive related materials.

MANAGEMENT DISCUSSION AND ANALYSIS

Cost of Sales

During the Reporting Period, cost of sales of the Group mainly included cost of materials, direct labour, manufacturing costs, warranty expenses, freight expenses and taxes.

Cost of sales of the Group remained relatively stable at RMB123,183 million and RMB120,236 million for the Previous Period and the Reporting Period, respectively.

Gross Profit and Gross Profit Margin

The following table sets forth the Group's gross profit and gross profit margin by product for the periods indicated:

	For the six months ended 30 June			
	2026		2025	
	Gross profit		Gross profit	
	Gross profit RMB million (Unaudited)	margin %	Gross profit RMB million (Unaudited)	margin %
Passenger vehicles	20,114	15.6	15,957	12.4
– ICE vehicles	12,553	18.1	14,066	15.2
– NEVs	7,561	12.8	1,891	5.2
Automotive parts and components	2,034	20.3	2,025	20.9
Others	896	20.2	437	13.3
Total/Overall	23,044	16.1	18,419	13.0

Gross profit of the Group increased by 25.1% from RMB18,419 million for the Previous Period to RMB23,044 million for the Reporting Period, primarily due to the Group's business expansion in overseas markets.

Gross profit margin of the Group increased from 13.0% for the Previous Period to 16.1% for the Reporting Period, primarily reflecting the following:

- (i) gross profit margin for passenger vehicles increased from 12.4% for the Previous Period to 15.6% for the Reporting Period, primarily as a result of the increase in the contribution of sales in overseas markets to total revenue, which carried higher gross profit margins than sales in the PRC;
- (ii) gross profit margin for automotive parts and components was relatively stable at 20.9% and 20.3% for the Previous Period and the Reporting Period, respectively; and
- (iii) gross profit margin for others increased from 13.3% for the Previous Period to 20.2% for the Reporting Period, primarily due to the provision of technology development services, which had a higher profit margin.

MANAGEMENT DISCUSSION AND ANALYSIS

Other Income and Gains

Other income and gains of the Group primarily consisted of investment income, foreign exchange gains, gain on disposal of certain distribution network, additional deduction for value-added tax (VAT), research and development subsidies (R&D subsidies) and other subsidies.

Other income and gains decreased by 27.1% from RMB8,266 million for the Previous Period to RMB6,028 million for the Reporting Period, primarily due to the decrease in foreign exchange gains.

Selling and Distribution Expenses

Selling and distribution expenses of the Group primarily included advertisement and marketing expenses, and employee benefit expenses for its sales and marketing personnel.

Selling and distribution expenses remained relatively stable at RMB5,962 million and RMB5,784 million for the Previous Period and the Reporting Period, respectively.

Administrative Expenses

Administrative expenses of the Group primarily consisted of employee benefit expenses for its administrative personnel.

Administrative expenses increased by 24.1% from RMB2,650 million for the Previous Period to RMB3,288 million for the Reporting Period due to the increase in employee benefit expenses.

Research and Development Expenses

Research and development expenses of the Group primarily consisted of employee benefit expenses for its R&D personnel, cost of materials for R&D activities and design expenses.

Research and development expenses increased by 28.3% from RMB5,200 million for the Previous Period to RMB6,672 million for the Reporting Period due to the enhancement of R&D efforts and the increase in employee benefit expenses.

Impairment Gains/(Losses) on Financial Assets, Net

Impairment gains/(losses) on financial assets of the Group represented provisions for, or reversal of provisions for, impairment of trade receivables, financial assets included in prepayments, other receivables and other assets.

During the Reporting Period, the Group recorded net impairment gains on financial assets in the amount of RMB186 million, as compared to net impairment losses on financial assets in the amount of RMB133 million for the Previous Period. The turnaround was primarily attributable to the reversal of provisions for impairment losses of trade receivables and other receivables.

MANAGEMENT DISCUSSION AND ANALYSIS

Finance Costs

Finance costs of the Group comprised interest expenses on bank loans and other borrowings, long-term liabilities and lease liabilities.

Finance costs decreased by 62.1% from RMB1,449 million for the Previous Period to RMB549 million for the Reporting Period, primarily due to the repayment of loans.

Share of Profits and Losses of Joint Ventures and Associates

Share of profits and losses of joint ventures and associates comprised investment income in joint ventures and associates recognised under the equity method.

During the Reporting Period, the share of profits and losses of joint ventures and associates of the Group amounted to RMB437 million, representing a decrease of 37.9% from RMB704 million during the Previous Period, which was primarily attributable to the decrease in the profits of certain joint ventures and associates.

Income Tax Expense

Income tax expenses primarily included the EIT, and applicable income taxes in other countries where the Group conducts business or has establishment.

Income tax expenses increased by 18.6% from RMB1,872 million for the Previous Period to RMB2,220 million for the Reporting Period, primarily due to the increase of taxable profits in the jurisdictions with higher income tax rates.

Profit for the Period

As a result of the foregoing, profit for the period decreased from RMB9,906 million for the Previous Period to RMB9,016 million for the Reporting Period.

Property, Plant and Equipment

Property, plant and equipment of the Group increased by 11.0% from RMB30,090 million as at 31 December 2025 to RMB33,394 million as at 30 June 2026 due to the acquisition of machinery, molds and buildings, undertaken to expand production capacity in response to the rising product demand.

MANAGEMENT DISCUSSION AND ANALYSIS

Inventories

Inventories of the Group comprised raw materials, work in progress and finished goods. Raw materials mainly included steel products, seats, tires, battery cells and electronic components. Work in progress and finished goods mainly included semi-completed or completed passenger vehicles, respectively.

The following table sets forth a breakdown of the Group's inventories as at the dates indicated:

	As at 30 June 2026 RMB million (Unaudited)	As at 31 December 2025 RMB million (Audited)
Raw materials	4,112	3,032
Work in progress	4,666	3,085
Finished goods	39,070	30,635
Total	47,848	36,752

Inventories of the Group increased by 30.2% from RMB36,752 million as at 31 December 2025 to RMB47,848 million as at 30 June 2026, primarily due to the increase in inventory levels to meet growing demand in overseas markets.

Trade Receivables

The Group's trade receivables represented amounts receivable from customers arising from the sales of its products.

Trade receivables increased by 19.5% from RMB33,882 million as at 31 December 2025 to RMB40,484 million as at 30 June 2026, primarily due to the increase in sales of the Group's products.

Financial Assets at Fair Value through Profit or Loss

Financial assets at FVTPL of the Group primarily included (i) equity investments; (ii) wealth management products and structured deposits issued by banks in the PRC; and (iii) convertible bonds. All the structured deposits are principal-guaranteed while wealth management products are not.

Financial assets at FVTPL remained relatively stable at RMB32,529 million as at 31 December 2025 and RMB33,508 million as at 30 June 2026.

Trade and Bills Payables

Trade and bills payables primarily represent the Group's obligations to pay its suppliers.

Trade and bills payables of the Group increased by 32.2% from RMB110,213 million as at 31 December 2025 to RMB145,668 million as at 30 June 2026, primarily due to an increase in procurement expenditures.

MANAGEMENT DISCUSSION AND ANALYSIS

Other Payables and Accruals

Other payables and accruals mainly consisted of accrued salaries, bonuses and benefits, other payables for additions of property, plant and equipment, other tax payables and others.

Other payables and accruals of the Group increased by 10.7% from RMB35,975 million as at 31 December 2025 to RMB39,832 million as at 30 June 2026, primarily due to the Group's business expansion.

Contract Liabilities

Contract liabilities mainly arise from the advance payments made by customers and rebate granted to customers in relation to the Group's sales of vehicles and components.

Contract liabilities of the Group remained relatively stable at RMB19,788 million as at 31 December 2025 and RMB19,769 million as at 30 June 2026.

Net Current Assets

The Group's net current assets decreased by 40.6% from RMB9,668 million as at 31 December 2025 to RMB5,741 million as at 30 June 2026, primarily because the increase in current liabilities exceeded in the increase in the current assets. Total current assets increased by 17.4% from RMB190,612 million as at 31 December 2025 to RMB223,704 million as at 30 June 2026, primarily due to the increase in inventories of RMB11,096 million and the increase in trade receivables of RMB7,973 million. Total current liabilities increased by 20.5% from RMB180,944 million as at 31 December 2025 to RMB217,963 million as at 30 June 2026, primarily due to the increase in trade and bills payables of RMB35,455 million.

LIQUIDITY AND CAPITAL RESOURCES

During the Reporting Period, the Group financed its capital expenditure and working capital requirements mainly through cash generated from operating activities.

As at 30 June 2026, cash and cash equivalents of the Group amounted to RMB63,419 million, which was primarily denominated in RMB42,096 million, EUR1,620 million (equivalent to RMB12,586 million) and USD350 million (equivalent to RMB2,382 million) (31 December 2025: RMB46,955 million, of which RMB22,538 million was denominated in RMB, USD548 million (equivalent to RMB3,853 million), EUR924 million (equivalent to RMB7,609 million), and HK\$5,018 million (equivalent to RMB4,532 million)).

Cash Flows

For the Reporting Period, the Group's net cash inflow from operating activities was RMB37,762 million, as compared to a net cash inflow from operating activities of RMB14,004 million during the Previous Period, which was mainly attributable to the organic cash generation and working capital management.

For the Reporting Period, the Group's net cash outflow from investing activities was RMB9,865 million, as compared to a net cash outflow from investing activities of RMB26,704 million during the Previous Period, which was mainly attributable to lower net purchases of time deposits, financial assets at fair value through profit or loss and property, plant and equipment.

For the Reporting Period, the Group's net cash outflow from financing activities was RMB11,451 million, as compared to a net cash outflow from financing activities of RMB7,822 million during the Previous Period, which was mainly attributable to the increase in the dividends paid and net repayment of interest-bearing bank loans and other borrowings.

MANAGEMENT DISCUSSION AND ANALYSIS

INDEBTEDNESS AND CONTINGENT LIABILITIES

Indebtedness

The Group's indebtedness primarily consisted of bank loans and other borrowings and lease liabilities.

As at 30 June 2026, the Group had bank loans and other borrowings of RMB10,004 million as compared to RMB15,924 million as at 31 December 2025. The majority of the Group's bank loans and other borrowings were unsecured.

The Group's lease liabilities represented the outstanding lease payments primarily in respect of its leased buildings and properties.

As at 30 June 2026, the Group had lease liabilities of RMB4,664 million as compared to RMB4,135 million as at 31 December 2025.

Contingent Liabilities

As at 30 June 2026, the Group did not have any material contingent liabilities (31 December 2025: nil).

Gearing Ratio

Gearing ratio is calculated based on the total liabilities as at the respective dates divided by total assets as at the respective dates. As at 30 June 2026, the gearing ratio of the Group was 81.7% (31 December 2025: 80.4%).

Pledge of Assets

As at 30 June 2026, the Group had pledged assets amounted to RMB6,355 million (31 December 2025: RMB23,859 million). These pledged assets primarily comprise pledged cash, financial assets at fair value through profit or loss, trade receivables, time deposits, certain property, plant and equipment, land use rights and patents.

Commitments

As at 30 June 2026, the Group had capital commitments contracted for but not yet provided of RMB5,423 million (31 December 2025: RMB5,380 million), primarily representing contracted but unprovided commitments for property, plant and equipment.

Capital Expenditures

The Group's capital expenditure primarily represented expenditures incurred for the purchase of property, plant and equipment. During the Reporting Period, the Group incurred capital expenditures of approximately RMB2,536 million (30 June 2025: RMB6,151 million).

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL RISKS

The Group is exposed to various types of financial risks in the ordinary course of business, including interest rate risk, foreign currency risk, credit risk, and liquidity risk. The Group's overall risk management strategy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on its financial performance.

Interest Rate Risk

The Group's exposure to risk for changes in market interest rates relates primarily to its long-term interest-bearing bank borrowings with a floating interest rate. The Group's policy is to manage its interest cost using a mix of fixed and variable rate debts.

Foreign Currency Risk

The Group is exposed to transactional exchange rate risk. Such risks arise from transactions conducted by operating entities in a currency other than their respective functional currency. To ensure that the Group's currency risk exposure is maintained at an acceptable level and to minimise mismatches between assets and liabilities denominated in the same currency, the Group enters into foreign currency forward contracts to hedge part of its foreign exchange exposure.

Credit Risk

The Group trades only with recognised and creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis and the Group's exposure to bad debts is not significant.

Liquidity Risk

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of interest-bearing bank loans and other available sources of financing.

OTHER INFORMATION

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Group is committed to implementing high standards of corporate governance, and the Directors recognize the importance of sound corporate governance in safeguarding shareholders' interests. During the Reporting Period, the Company complied with all code provisions of the Corporate Governance Code, except for the deviation from code provision C.2.1 set out in the Corporate Governance Code.

Code provision C.2.1 set out in the Corporate Governance Code stipulates that the roles of the chairman and chief executive officer should be separate and should not be performed by the same individual. Currently, Mr. Yin serves as the chairman of the Board and the president. The Board believes that Mr. Yin has been operating and managing the Company since its incorporation and is familiar with the operations of the Group, and considers that it is in the best interests of the Group for both roles to be assumed by Mr. Yin for the effective management of the Group and the development of the Group's business, and that Mr. Yin will provide strong and consistent leadership to the Group. This arrangement ensures the effective and efficient overall strategic planning of the Group as the structure will enable the Company to make and implement decisions quickly and effectively. In addition, the Company has put in place appropriate checks and balances through the Board and six independent non-executive Directors. The independent non-executive Directors are able to maintain their independence of character and judgment and are able to express their views without undue restrictions. The Company will consult the Board for advice on any major decisions. Accordingly, the Board is of the view that the balance of power and authority of the existing arrangement will not be jeopardised as the arrangement does not result in an excessive concentration of power in a single individual, which may adversely affect the interests of minority Shareholders.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS AND SUPERVISORS

The Company has adopted the Model Code as the guidelines for the Directors' and the Supervisors' dealings in the securities of the Company.

Specific enquiries have been made to all the Directors and the Supervisors and they have confirmed that they have complied with the Model Code during the Reporting Period.

UPDATES OF INFORMATION ON DIRECTORS AND SUPERVISORS

There are no changes in the information of the Directors and the Supervisors required to be disclosed pursuant to 13.51(2) paragraphs (a) to (e) and paragraph (g) of the Listing Rules as of the date of this report.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including any sale or transfer of treasury shares) during the Reporting Period.

As at 30 June 2026, the Group did not hold any treasury shares.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Save as disclosed in the section headed “Future Plans and Use of Proceeds” in the Prospectus, as at 30 June 2026, the Company did not have any other future plans for material investments or additions of capital assets.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Company did not have any significant investment, material acquisitions or disposals of subsidiaries, associates and joint ventures during the Reporting Period.

EMPLOYEE AND REMUNERATION POLICIES

As at 30 June 2026, the Group had a total of 71,580 full-time employees (30 June 2025: 58,256). For the Reporting Period, the staff cost of the Group amounted to RMB9,083 million (30 June 2025: RMB7,588 million).

The Group recruits its employees based on a number of factors such as their industry experience in the passenger vehicle industry, their educational background, and our vacancy needs. The Group generally pays its employees a fixed salary and other allowances based on their respective positions and responsibilities. The Group also entered into individual employment contracts with its employees covering matters such as wages, employee benefits, employment scope and grounds for termination. The employees of the Group would undergo training to enhance their technical skills, knowledge of industry quality standards, occupational health and safety standards and applicable laws and regulations.

The Group makes contribution to various social welfare schemes for its employees. These schemes include contributions to social insurance and housing provident funds in according to applicable laws and regulations. In this regard, the Group makes contributions to five categories of insurance including basic pension insurance, basic medical insurance, work-related injury insurance, unemployment insurance, and maternity insurance.

USE OF PROCEEDS FROM THE LISTING

The Net Proceeds, after deducting related underwriting fees and other expenses in connection with the Listing and the partial exercise of the over-allotment option in relation to the Listing, were approximately HK\$10,128.6 million. The Net Proceeds will be utilised for the purposes set out in the Prospectus.

OTHER INFORMATION

The following table sets forth the status of the use of the Net Proceeds up to 30 June 2026:

Proposed use of Net Proceeds as set out in the Prospectus	Net Proceeds HK\$ million	Unutilised Net Proceeds as at 1 January 2026 HK\$ million	Utilised Net Proceeds during the Reporting Period HK\$ million	Unutilised Net Proceeds as at 30 June 2026 HK\$ million	Expected timeframe of full utilisation of the Net Proceeds
For the R&D of passenger vehicles of different models and versions to further expand the Group's product portfolio					
– for developing and expanding the Group's NEV offerings	2,025.7	1,975.4	627.4	1,348.0	2028
– for the upgrade and broadening of the Group's existing product series	1,519.3	1,460.7	443.8	1,016.9	2028
For the R&D in the next-generation vehicle and advanced technologies to enhance the Group's core technological competencies					
– for investing in upgrading the Group's electrification technologies and vehicle platform architecture	1,012.9	1,005.9	59.5	946.4	2028
– for investing in the driving assistance solutions and intelligent cockpit solutions	1,519.3	1,514.0	59.2	1,454.8	2028
For expanding overseas markets and executing the Group's globalisation strategy	2,025.7	2,025.7	–	2,025.7	2029
For upgrading the Group's production facilities located in Wuhu, Anhui	1,012.9	1,009.2	15.1	994.1	2029
For working capital and general corporate purposes	1,012.9	942.3	600.2	342.1	2030
Total	10,128.6	9,933.1	1,805.2	8,127.9	

Note:

(1) Numbers may not be additive due to rounding.

The Company has deposited the Net Proceeds not immediately used for the aforementioned purposes into short-term interest-bearing accounts with licensed commercial banks and/or other authorised financial institutions (as defined under the SFO or applicable laws and regulations in other jurisdictions).

As at 30 June 2026, the Directors were not aware of any material change in the planned use of Net Proceeds. The remaining Net Proceeds which had not been utilised were placed in short-term demand deposits with licensed financial institutions. The unutilised Net Proceeds will be applied in the manner disclosed above and in accordance with the expected utilisation timeline set out above. However, the expected timeline for the full utilisation of the unutilised Net Proceeds is based on the Directors' best estimate barring unforeseen circumstances, and would be subject to change based on the future development of the Group's business and the market conditions.

DIRECTORS', SUPERVISORS AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2026, the following Directors, Supervisors or chief executive of the Company had interests or short positions in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company under section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code:

Name	Nature of interest	Description of Shares	Number of Shares ⁽¹⁾	Approximate percentage of interest in the Unlisted Shares/ H Shares (as appropriate) ⁽²⁾	Approximate percentage of interest in the total share capital of the Company ⁽²⁾
Mr. Yin	Interest in a controlled corporation ⁽³⁾	Unlisted Shares	604,072,938	17.49%	10.40%
		H Shares	394,182,869	16.74%	6.79%
		Total	998,255,807		17.19%

Notes:

(1) All interests are long positions.

(2) The calculation is based on the total number of 3,453,832,559 Unlisted Shares and 2,354,771,974 H Shares in issue as at 30 June 2026.

(3) Mr. Yin is deemed to be interested in the 604,072,938 Unlisted Shares and 394,182,869 H Shares held by the through certain stock ownership platforms, comprising (i) 419,780,138 Unlisted Shares and 209,890,069 H Shares held by Ruichuang, (ii) 92,146,400 Unlisted Shares and 92,146,400 H Shares held by Hengrui, and (iii) 92,146,400 Unlisted Shares and 92,146,400 H Shares held by Zhenrui. For the avoidance of doubt, the above statistical interests of Mr. Yin are deemed interests for the purpose of the SFO, which does not imply that Mr. Yin actually owns such interests. At the level of Hengrui and Zhenrui, the general partner of Hengrui and Zhenrui, Mr. Yin only holds equity interests as a shareholder of Wuhu Yongrui, the general partner of Hengrui and Zhenrui, with very low shareholding percentages in Hengrui and Zhenrui, and the actual interests held through Hengrui and Zhenrui in the Company are negligible. On a see-through basis, Mr. Yin only holds interests in the Company through Ruichuang, and the percentage of interests actually held by Mr. Yin in the Company is less than 5%.

Save as disclosed above, as at 30 June 2026, none of the Directors, Supervisors or chief executive of the Company had any interest or short position in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company under section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

OTHER INFORMATION

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS

So far as known to the Directors as at 30 June 2026, the following persons other than the Directors, Supervisors and chief executive of the Company had interests or short positions in the Shares or underlying Shares as recorded in the register required to be kept by the Company under section 336 of the SFO:

Name of Shareholder	Nature of interest	Description of Shares	Number of Shares ⁽¹⁾	Approximate percentage of interest in the Unlisted Shares/ H Shares (as appropriate) ⁽²⁾	Approximate percentage of interest in the total share capital of the Company ⁽²⁾
Wuhu Investment Holding Group Co., Ltd.* (芜湖市投資控股集團有限公司) ("Wuhu Investment Holding")	Beneficial owner ⁽³⁾	Unlisted Shares	938,978,159	27.19%	16.17%
		H Shares	218,793,265	9.29%	3.77%
Ms. Wang Laijiao	Interest in controlled corporation ⁽⁴⁾	Unlisted Shares	920,426,548	26.65%	15.85%
		H Shares	Nil	–	–
Mr. Wang Laixi	Interest in controlled corporation ⁽⁴⁾	Unlisted Shares	920,426,548	26.65%	15.85%
		H Shares	Nil	–	–
Luxshare Investment Limited	Interest in controlled corporation	Unlisted Shares	920,426,548	26.65%	15.85%
		H Shares	Nil	–	–
Luxshare Investment (HK) Limited	Beneficial owner ⁽⁴⁾	Unlisted Shares	920,426,548	26.65%	15.85%
		H Shares	Nil	–	–
Ruichuang	Beneficial owner	Unlisted Shares	419,780,138	12.15%	7.23%
		H Shares	209,890,069	8.91%	3.61%
Anhui Credit Guaranty	Beneficial owner	Unlisted Shares	272,756,800	7.90%	4.70%
		H Shares	272,756,800	11.58%	4.70%
Wuhu Yongrui	Interest in controlled corporation	Unlisted Shares	184,292,800	5.34%	3.17%
		H Shares	184,292,800	7.83%	3.17%
Anhui Investment Holding	Beneficial owner	Unlisted Shares	142,112,000	4.11%	2.45%
		H Shares	142,112,000	6.04%	2.45%
Qingdao Wudaokou	Beneficial owner ⁽⁵⁾	Unlisted Shares	93,178,985	2.70%	1.60%
		H Shares	136,359,488	5.79%	2.35%
Ningbo Wending	Beneficial owner ⁽⁶⁾	Unlisted Shares	Nil	–	–
		H Shares	172,483,393	7.32%	2.97%
Qingdao Xincheng	Beneficial owner ⁽⁷⁾	Unlisted Shares	Nil	–	–
		H Shares	154,676,594	6.57%	2.66%
Zhuhai Shangshun	Beneficial owner ⁽⁸⁾	Unlisted Shares	Nil	–	–
		H Shares	122,322,174	5.19%	2.11%

Notes:

(1) All interests are long positions.

(2) The calculation is based on the total number of 3,453,832,559 Unlisted Shares and 2,354,771,974 H Shares in issue as at 30 June 2026.

- (3) Wuhu Investment Holding is owned as to 95.59% by Wuhu SASAC and as to 4.41% by Anhui Provincial Department of Finance.
- (4) Luxshare Investment (HK) Limited directly held 920,426,548 Foreign Unlisted Shares. Luxshare Investment (HK) Limited is a wholly-owned subsidiary of Luxshare Investment Limited. Each of Ms. Wang Laijiao and Mr. Wang Laixi, both being family members of Ms. Wang Laichun (non-executive Director), holds 50% of the issued share capital of Luxshare Investment Limited. Therefore, each of Luxshare Investment Limited, Ms. Wang Laijiao and Mr. Wang Laixi is deemed to be interested in 920,426,548 Foreign Unlisted Shares held by Luxshare Investment (HK) Limited for the purpose of the SFO.
- (5) Qingdao Wudaokou is a limited partnership established in the PRC. The general partner of Qingdao Wudaokou is Qingdao Xingrui, holding 0.99% partnership interest in Qingdao Wudaokou. Qingdao Xingrui is owned as to 51% and 49% by Beijing Water Wood and Qingdao Chengxin. The general partner holding 0.33% partnership interest in Beijing Water Wood is owned as to 99% by Mr. Mao Jian (毛健), and the limited partner holding 98.67% partnership interest in Beijing Water Wood is Mr. Mao Jian (毛健). Qingdao Chengxin is ultimately owned as to 46% and 54% by the Qingdao SASAC and the Jimo SAOSC, respectively. The limited partners of Qingdao Wudaokou include Jinan Jiading and Jinan Changying, each holding 49.51% partnership interest in Qingdao Wudaokou. Each of the general partner and the limited partner of Jinan Jiading is ultimately owned as to 46% and 54% by Qingdao SASAC and Jimo SAOSC. The general partner of Jinan Changying holding 0.01% partnership interest is ultimately controlled as to 37.64% and 35% by Mr. Ba Zhen (巴震) and Jimo SAOSC. The limited partner of Jinan Changying, holding 99.99% partnership interest in Jinan Changying is wholly owned by Jimo SAOSC. Therefore, Qingdao Xingrui, Beijing Water Wood, Qingdao Chengxin, Jinan Jiading, Jinan Changying, Mr. Mao Jian and Mr. Ba Zhen are deemed to be interested in the Shares held by Qingdao Wudaokou for the purpose of the SFO.
- (6) Contemporary Amperex Technology Co., Limited (寧德時代新能源科技股份有限公司), dually listed on the Shenzhen Stock Exchange (stock code: 300750) and the Stock Exchange (stock code: 3750), is deemed to be interested in the Shares held by its wholly-owned subsidiary, Ningbo Wending, for the purpose of the SFO.
- (7) Qingdao Xincheng is a limited partnership established in the PRC. The general partner of Qingdao Xincheng is Xincheng Haishun, holding 0.0059% partnership interest in Qingdao Xincheng. Xincheng Haishun is owned as to 52.83% by Zhuhai Houjiang, which is in turn owned as to 60% by Mr. Xie Yongyuan (謝永元) and 40% by Mr. Jiang Bo (姜波), 35.00% by Qingdao Chengxin, which is in turn owned as to 46% by Qingdao SASAC and 54% by Jimo SAOSC, and 12.17% by Qingdao Dikong Industrial and Financial Development Co., Ltd. (青島地空產融發展有限公司), which is in turn owned as to 94.50% by Qingdao SASAC and 5.50% by China Development Bank. Therefore, Xincheng Haishun, Zhuhai Houjiang, Qingdao Chengxin, Qingdao Chengxin, Mr. Xie Yongyuan, and Mr. Jiang Bo are deemed to be interested in the Shares held by Qingdao Xincheng for the purpose of the SFO.
- (8) Zhuhai Shangshun is a limited partnership established in the PRC. The general partner of Zhuhai Shangshun is Tibet Jinkun, holding 0.0006% partnership interest in Zhuhai Shangshun. Tibet Jinkun is owned as to 34%, 33.30% and 32.70% by Mr. Niu Kuiguang (牛奎光), Mr. Li Jianguang (李建光) and Mr. Wang Jingbo (王靜波). Therefore, Tibet Jinkun and Mr. Niu Kuiguang are deemed to be interested in the Shares held by Zhuhai Shangshun for the purpose of the SFO.

Save as disclosed above, as at 30 June 2026, the Directors were not aware of any other person (other than the Directors, Supervisors or chief executive of the Company) who had interests or short positions in the Shares or underlying Shares of the Company which were recorded in the register required to be kept by the Company under section 336 of the SFO.

INTERIM DIVIDEND

The Board does not recommend the payment of any interim dividend for the Reporting Period (30 June 2025: nil).

RISK CONTROL AND AUDIT COMMITTEE

The Board has set up the Risk Control and Audit Committee, which comprises four independent non-executive Directors, namely Mr. Lai Ni Hium, Frank, Mr. Shang Wenjiang, Mr. Yang Mianzhi and Ms. Shi Qin, and three non-executive Directors, namely Mr. Wang Jinhua, Mr. Hu Jingyuan and Mr. Bao Siyu. Mr. Lai Ni Hium, Frank is the chairman of the Risk Control and Audit Committee, and has appropriate accounting or related financial management expertise as required under Rules 3.10(2) and 3.21 of the Listing Rules.

The Risk Control and Audit Committee has reviewed and agreed with the Group's unaudited interim condensed consolidated financial information for the Reporting Period and this report.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

No significant event that may have a material impact on the Group's operating and financial performance has taken place subsequent to 30 June 2026 and up to the date of this report.

INDEPENDENT REVIEW REPORT



Ernst & Young
27/F, One Taikoo Place
979 King's Road
Quarry Bay, Hong Kong

安永會計師事務所
香港鰂魚涌英皇道 979 號
太古坊一座 27 樓

Tel 電話: +852 2846 9888
Fax 傳真: +852 2868 4432
ey.com

To the board of directors of Chery Automobile Co., Ltd.

(Incorporated in the People's Republic of China with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 21 to 43, which comprises the condensed consolidated statement of financial position of Chery Automobile Co., Ltd. (the "Company") and its subsidiaries (the "Group") as at 30 June 2026 and the related condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the six-month period then ended, and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 *Interim Financial Reporting* ("HKAS 34") as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with HKAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review. Our report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as issued by the HKICPA. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with HKAS 34.

Ernst & Young
Certified Public Accountants
Hong Kong
20 August 2026

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2026

	Notes	Six months ended 30 June	
		2026	2025
		RMB million (Unaudited)	RMB million (Unaudited)
REVENUE	4	143,280	141,602
Cost of sales		(120,236)	(123,183)
Gross profit		23,044	18,419
Other income and gains		6,028	8,266
Selling and distribution expenses		(5,784)	(5,962)
Administrative expenses		(3,288)	(2,650)
Research and development expenses		(6,672)	(5,200)
Impairment gains/(losses) on financial assets, net		186	(133)
Other expenses		(2,166)	(217)
Finance costs		(549)	(1,449)
Share of profits and losses of:			
Joint ventures		298	379
Associates		139	325
PROFIT BEFORE TAX	5	11,236	11,778
Income tax expense	6	(2,220)	(1,872)
PROFIT FOR THE PERIOD		9,016	9,906
Attributable to:			
Owners of the parent		8,567	9,705
Non-controlling interests		449	201
		9,016	9,906
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	8		
Basic and diluted (RMB)			
– For profit for the period		1.47	1.77

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	RMB million	RMB million
	(Unaudited)	(Unaudited)
PROFIT FOR THE PERIOD	9,016	9,906
OTHER COMPREHENSIVE INCOME		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	(427)	(1,080)
Share of other comprehensive income of joint ventures and associates	–	29
Net other comprehensive income that may be reclassified to profit or loss in subsequent periods	(427)	(1,051)
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods:		
Changes in fair value of equity investments designated at fair value through other comprehensive income	(10)	(53)
Net other comprehensive loss that will not be reclassified to profit or loss in subsequent periods	(10)	(53)
OTHER COMPREHENSIVE LOSS FOR THE PERIOD, NET OF TAX	(437)	(1,104)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	8,579	8,802
Attributable to:		
Owners of the parent	8,130	8,601
Non-controlling interests	449	201
	8,579	8,802

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	Notes	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	9	33,394	30,090
Right-of-use assets		5,814	5,394
Other intangible assets		6,334	4,878
Investments in joint ventures		11,822	11,487
Investments in associates		6,894	6,357
Equity investments designated at fair value through other comprehensive income		367	296
Prepayments, other receivables and other assets		822	1,355
Financial assets at fair value through profit or loss		415	310
Derivative financial instruments		508	508
Trade receivables		—	1,371
Deferred tax assets		8,266	6,689
Total non-current assets		74,636	68,735
CURRENT ASSETS			
Inventories		47,848	36,752
Trade and bills receivables	10	40,797	32,762
Prepayments, other receivables and other assets		15,521	14,009
Prepaid income tax		304	747
Financial assets at fair value through profit or loss		33,093	32,219
Derivative financial instruments		224	51
Financial assets at fair value through other comprehensive income		1,754	2,327
Time deposits		18,855	12,040
Restricted bank deposits		1,889	12,750
Cash and cash equivalents		63,419	46,955
Total current assets		223,704	190,612
CURRENT LIABILITIES			
Trade and bills payables	11	145,668	110,213
Other payables and accruals		35,802	31,090
Derivative financial instruments		108	23
Interest-bearing bank loans and other borrowings		7,317	11,991
Lease liabilities		698	606
Tax payable		3,474	3,445
Contract liabilities		19,769	19,788
Provision		3,841	3,549
Deferred income		1,286	239
Total current liabilities		217,963	180,944
NET CURRENT ASSETS		5,741	9,668
TOTAL ASSETS LESS CURRENT LIABILITIES		80,377	78,403

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
NON-CURRENT LIABILITIES		
Other payables and accruals	4,030	4,885
Interest-bearing bank loans and other borrowings	2,687	3,933
Lease liabilities	3,966	3,529
Deferred tax liabilities	473	489
Deferred income	6,375	7,341
Provision	8,113	7,428
Total non-current liabilities	25,644	27,605
Net assets	54,733	50,798
EQUITY		
Equity attributable to owners of the parent		
Share capital	5,809	5,809
Reserves	48,315	44,948
	54,124	50,757
Non-controlling interests	609	41
Total equity	54,733	50,798

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Attributable to owners of the parent								Non-controlling interests	Total equity	
	Share capital	Other comprehensive income*	Share-based compensation*	Other reserves*	Exchange fluctuation reserve*	Surplus reserves*	Retained profits*	Total			
		RMB million			RMB million						RMB million
At 31 December 2025 (Audited)	5,809	(45)	2,543	21,484	(1,333)	2,904	19,395	50,757	41	50,798	
Profit for the period	-	-	-	-	-	-	8,567	8,567	449	9,016	
Other comprehensive income for the period:											
Change in fair value of equity investments at fair value through other comprehensive income, net of tax	-	(10)	-	-	-	-	-	(10)	-	(10)	
Exchange differences on translation of foreign operations	-	-	-	-	(427)	-	-	(427)	-	(427)	
Total comprehensive income for the period	-	(10)	-	-	(427)	-	8,567	8,130	449	8,579	
Disposal of interest in subsidiaries without loss of control	-	-	-	11	-	-	-	11	9	20	
Acquisition of non-controlling interests	-	-	-	(154)	-	-	-	(154)	51	(103)	
Share-based compensation	-	-	263	-	-	-	-	263	-	263	
Share of other reserves of joint ventures and associates	-	-	-	11	-	-	-	11	-	11	
Capital contribution from non-controlling shareholders	-	-	-	61	-	-	-	61	74	135	
Transfer to safety production reserve	-	-	-	62	-	-	(62)	-	-	-	
Contribution from the shareholders	-	-	-	36	-	-	-	36	15	51	
Dividend declared (note 7)	-	-	-	-	-	-	(4,994)	(4,994)	(30)	(5,024)	
Others	-	-	-	3	-	-	-	3	-	3	
At 30 June 2026 (Unaudited)	5,809	(55)	2,806	21,514	(1,760)	2,904	22,906	54,124	609	54,733	

* These reserve accounts comprise the consolidated reserves of RMB48,315 million in the interim condensed consolidated statement of financial position at the end of 30 June 2026.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Attributable to owners of the parent								Non-controlling interests	Total equity
	Share capital	Other comprehensive income*	Share-based compensation*	Other reserves*	Exchange fluctuation reserve*	Surplus reserves*	Retained profits*	Total		
RMB million	RMB million	RMB million	RMB million	RMB million	RMB million	RMB million	RMB million	RMB million	RMB million	
At 31 December 2024 (Audited)	5,470	(21)	2,016	11,967	(283)	2,592	4,747	26,488	(564)	25,924
Profit for the period	-	-	-	-	-	-	9,705	9,705	201	9,906
Other comprehensive income for the period:										
Change in fair value of equity investments at fair value through other comprehensive income, net of tax	-	(53)	-	-	-	-	-	(53)	-	(53)
Share of other comprehensive income of joint ventures and associates	-	29	-	-	-	-	-	29	-	29
Exchange differences on translation of foreign operations	-	-	-	-	(1,080)	-	-	(1,080)	-	(1,080)
Total comprehensive income for the period	-	(24)	-	-	(1,080)	-	9,705	8,601	201	8,802
Disposal of interest in subsidiaries without loss of control	-	-	-	282	-	-	-	282	(273)	9
Disposal of subsidiaries	-	-	-	-	-	-	-	-	(87)	(87)
Share-based compensation	-	-	265	-	-	-	-	265	-	265
Share of other reserves of joint ventures and associates	-	-	-	3	-	-	-	3	-	3
Capital contribution from non-controlling shareholders	-	-	-	9	-	-	-	9	37	46
Transfer to safety production reserve	-	-	-	44	-	-	(44)	-	-	-
Contribution from the shareholders	-	-	-	72	-	-	-	72	31	103
Dividend declared (note 7)	-	-	-	-	-	-	(3,993)	(3,993)	-	(3,993)
Others	-	-	-	3	-	-	-	3	1	4
At 30 June 2025 (Unaudited)	5,470	(45)	2,281	12,380	(1,363)	2,592	10,415	31,730	(654)	31,076

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

		Six months ended 30 June	
	Notes	2026	2025
		(Unaudited)	(Unaudited)
		RMB million	RMB million
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax	5	11,236	11,778
Adjustments for:			
Finance costs		549	1,449
Share of profits and losses of joint ventures and associates		(437)	(704)
Depreciation and amortisation of non-current assets		2,884	1,951
(Gains)/losses on disposal of items of property, plant and equipment		(34)	1
Fair value (gains)/losses on derivative financial instruments		(180)	9
Fair value gains on financial assets at fair value through profit or loss		(47)	(123)
Provision for impairment of assets		316	128
Other income from investing activities		(660)	(642)
Assets-related government grants released		(188)	(73)
Share-based compensation		263	265
Effect of foreign exchange rate changes, net		(411)	(125)
		13,291	13,914
Decrease/(increase) in restricted bank deposits		10,861	(425)
(Increase)/decrease in inventories		(11,598)	7,239
Increase in trade receivables		(6,472)	(17,734)
(Increase)/decrease in bills receivables		(62)	469
Increase in prepayments, other receivables and other assets		(1,449)	(105)
Decrease in financial assets at fair value through other comprehensive income		573	5,486
Increase in capitalised development expenditures		(2,044)	(766)
Increase in trade and bills payables		35,455	5,097
Increase in other payables and accruals		1,287	4,998
Increase in deferred income		315	–
Decrease in contract liabilities		(19)	(1,550)
Increase in provision		977	513
Cash generated from operations		41,115	17,136
Income tax paid		(3,353)	(3,132)
Net cash flows from operating activities		37,762	14,004

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	(Unaudited) RMB million	(Unaudited) RMB million
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of items of property, plant and equipment	(2,388)	(6,021)
Purchases of other intangible assets	(115)	(112)
Receipt of government grants for non-current assets	16	42
Additions to right-of-use assets	(33)	(18)
Placement of time deposits	(19,496)	(36,492)
Maturity of time deposits	12,681	23,548
Purchases of financial assets at fair value through profit or loss, net	(586)	(7,408)
Proceeds on disposal of items of property, plant and equipment	189	65
Purchases of equity investments designated at fair value through other comprehensive income	(57)	–
Settlement on derivative financial instruments	56	86
Investments in joint ventures and associates	(604)	(839)
Proceeds on disposal of investments in joint ventures and associates	145	177
Disposal of subsidiaries	–	2
Interest received	198	123
Dividends received	129	143
Net cash flows used in investing activities	(9,865)	(26,704)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from interest-bearing bank loans and other borrowings	915	18,442
Repayments of interest-bearing bank loans and other borrowings	(6,841)	(21,320)
Interest paid for interest-bearing bank loans and other borrowings	(344)	(1,288)
Payments of listing expenses	–	(9)
Acquisition of non-controlling interests	(103)	–
Principal portion of lease payments	(291)	(147)
Proceeds from long-term payables	251	539
Repayments of long-term payables	(169)	(116)
Capital contribution from non-controlling shareholders	135	46
Dividends paid	(5,024)	(3,993)
Contribution from shareholders	–	14
Disposal interests of subsidiaries without losing control	20	10
Net cash flows used in financing activities	(11,451)	(7,822)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	(Unaudited) RMB million	(Unaudited) RMB million
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	16,446	(20,522)
Cash and cash equivalents at beginning of period	46,955	62,693
Effect of foreign exchange rate changes, net	18	349
CASH AND CASH EQUIVALENTS AT END OF PERIOD	63,419	42,520
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	84,163	63,527
Less: Time deposits	(18,855)	(20,507)
Less: Restricted bank deposits	(1,889)	(500)
Cash and cash equivalents as stated in the statement of financial position and statement of cash flows	63,419	42,520

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

1. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with HKAS 34 *Interim Financial Reporting*. The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025.

2. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following amended HKFRS Accounting Standards for the first time for the current period's financial information.

Amendments to HKFRS 9 and HKFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments</i>
Amendments to HKFRS 9 and HKFRS 7	<i>Contracts Referencing Nature-dependent Electricity</i>
<i>Annual Improvements to HKFRS Accounting Standards – Volume 11</i>	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

The nature and impact of the amended HKFRS Accounting Standards are described below:

- (a) Amendments to HKFRS 9 and HKFRS 7 Amendments to the Classification and Measurement of Financial Instruments clarify that a financial asset is derecognised when the entity's rights to the contractual cash flows expire or are transferred, while a financial liability is derecognised on the settlement date. The amendments introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. Since the Group's accounting policy for the derecognition of financial assets and liabilities in prior years aligned with the amendments and the Group did not have the financial assets that were addressed by the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.

2. CHANGES IN ACCOUNTING POLICIES (Continued)

- (b) Amendments to HKFRS 9 and HKFRS 7 Contracts Referencing Nature-dependent Electricity clarify the application of the “own-use” requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity’s financial performance and future cash flows. As the Group did not have any contracts that are in the scope of the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.
- (c) Annual Improvements to HKFRS Accounting Standards – Volume 11 set out narrow scope amendments to HKFRS 1, HKFRS 7 (and the accompanying Guidance on implementing HKFRS 7), HKFRS 9, HKFRS 10 and HKAS 7. The amendments include clarifications, simplifications, corrections or changes to improve consistency in the corresponding HKFRS Accounting Standards. The amendments did not have any impact on the interim condensed consolidated financial information.

3. OPERATING SEGMENT INFORMATION

The Group was principally engaged in the manufacturing and sales of passenger vehicles and automotive parts and components in the PRC and overseas. The executive directors of the Company review the operating results of the business as one operating segment to make strategic decisions and resources allocation. Therefore, the Group regards that there is only one segment which is used to make strategic decisions.

The following table shows the Group’s total consolidated revenue by location of customers:

Geographical information

(a) Revenue from external customers

	Six months ended 30 June	
	2026	2025
	RMB million	RMB million
	(Unaudited)	(Unaudited)
Geographical markets		
PRC (including Hong Kong, Macau and Taiwan)	44,312	76,055
Other countries/regions	98,968	65,547
Total revenue	143,280	141,602

The revenue information above is based on the locations of the customers.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

3. OPERATING SEGMENT INFORMATION (Continued)

Geographical information (Continued)

(b) Non-current assets

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Geographical markets		
PRC (including Hong Kong, Macau and Taiwan)	63,587	58,662
Other countries/regions	1,493	899
Total non-current assets	65,080	59,561

The non-current asset information above is based on the locations of the assets and excludes financial instruments and deferred tax assets.

4. REVENUE

An analysis of revenue is as follows:

	Six months ended 30 June 2026 RMB million (Unaudited)	2025 RMB million (Unaudited)
Revenue from contracts with customers	143,280	141,602

Disaggregated revenue information for revenue from contracts with customers

	Six months ended 30 June 2026 RMB million (Unaudited)	2025 RMB million (Unaudited)
Passenger vehicles	128,795	128,646
Automotive parts and components	10,042	9,679
Others	4,443	3,277
Total	143,280	141,602
Timing of revenue recognition		
Transferred at a point in time	143,046	141,441
Transferred over time	234	161
Total	143,280	141,602

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

5. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging or crediting:

	Six months ended 30 June	
	2026	2025
	RMB million	RMB million
	(Unaudited)	(Unaudited)
Cost of inventories sold*	118,812	122,436
Depreciation of property, plant and equipment	1,879	1,403
Amortisation of other intangible assets	703	365
Depreciation of right-of-use assets	302	183
Research and development costs*	6,672	5,200
Lease payments not included in the measurement of lease liabilities	142	77
Employee benefit expense (excluding directors' and supervisors' remuneration):		
Wages and salaries	8,061	6,809
Pension scheme contributions	686	452
Share-based compensation	248	250
Impairment of financial assets, net:		
(Reversal of impairment provision)/impairment of trade receivables, net	(130)	20
(Reversal of impairment provision)/impairment of financial assets included in prepayments, other receivables and other assets, net	(56)	113
Write-down of/(reversal of write-down of) inventories to net realisable value, net	502	(43)
Warranty provisions, net	3,234	3,221
Impairment of items of property, plant and equipment **	—	3
Impairment of other intangible assets**	—	35
Foreign exchange gains/(losses), net	(2,092)	3,398
Dividend income from equity investments at fair value through other comprehensive income***	15	13

* Cost of inventories sold and research and development costs include expenses relating to staff cost, depreciation and amortisation expenses, which are also included in the respective total amounts disclosed separately above for each of these types of expenses.

** Impairment of items of property, plant and equipment and impairment of other intangible assets are included in "Other expenses" in the condensed consolidated statement of profit or loss.

*** Dividend income from equity investments at fair value through other comprehensive income is included in "Other income and gains" in the condensed consolidated statement of profit or loss.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

6. INCOME TAX

PRC corporate income tax

Under the PRC Corporate Income Tax Law and the respective regulations, the corporate income tax for the Company and its subsidiaries is calculated at a statutory rate of 25% or a preferential rate of 15% where applicable, on their estimated taxable profits for the period.

Corporate income tax in other jurisdictions

Income tax on profit arising from other jurisdictions have been calculated on the estimated taxable profit for the period at the respective rates prevailing in the relevant jurisdictions.

	Six months ended 30 June	
	2026	2025
	RMB million (Unaudited)	RMB million (Unaudited)
Current income tax	3,899	2,073
Deferred income tax	(1,679)	(201)
Total	2,220	1,872

Pillar Two income taxes

The Group is within the scope of the Pillar Two model rules. The Group has applied the mandatory exception to recognising and disclosing information about deferred tax assets and liabilities arising from Pillar Two income taxes and will account for the Pillar Two income taxes as current tax when incurred. Pillar Two legislation has been enacted or substantively enacted in certain jurisdictions in which the Group operates, and the legislation is effective for the Group's financial year beginning 1 January 2024.

The Group has assessed its potential exposure based on the information available regarding the financial performance of the Group in the first half year of 2026. As such, it may not be entirely representative of future circumstances. Based on the assessment, the Group does not expect a material exposure to Pillar Two income taxes.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

7. DIVIDENDS

	Six months ended 30 June	
	2026	2025
	RMB million (Unaudited)	RMB million (Unaudited)
Final declared and paid	4,994	3,993

The proposed final dividend of RMB0.86 (inclusive of tax) per ordinary share for the year ended 31 December 2025, amounting to approximately RMB4,994 million was declared payable and approved by the shareholders in the annual general meeting of the Company on 20 May 2026 and was paid on 26 June 2026.

The Board did not declare the payment of any interim dividend for the six months ended 30 June 2026(30 June 2025: nil).

The final dividends of RMB0.73 (inclusive of tax) for each ordinary share to all shareholders whose names were registered in the register of members and were entitled to participate in the distribution on the record date in respect of 30 November 2024 were declared and approved by the Annual General Meeting of the Company in 2025.

8. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amounts is based on the profit attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares outstanding during the period.

The Group had no potentially dilutive ordinary shares in issue during the period ended 30 June 2026 and 2025.

The calculations of basic and diluted earnings per share are based on:

	Six months ended 30 June	
	2026	2025
	RMB million (Unaudited)	RMB million (Unaudited)
Earnings		
Profit attributable to ordinary equity holders of the parent, used in the basic and diluted earnings per share calculation:	8,567	9,705

	Number of shares	
	2026	2025
	Million	Million
Shares		
Weighted average number of ordinary shares outstanding during the period used in the basic and diluted earnings per share calculation	5,809	5,470

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

9. PROPERTY, PLANT AND EQUIPMENT

	Six months ended 30 June	
	2026 RMB million (Unaudited)	2025 RMB million (Unaudited)
Carrying value at beginning of the period (audited)	30,090	23,443
Additions	5,375	5,432
Disposal	(155)	(66)
Disposal of subsidiaries	—	(109)
Depreciation during the period	(1,879)	(1,403)
Impairment	—	(3)
Exchange realignment	(37)	43
Carrying value at end of the period (unaudited)	33,394	27,337

As at 30 June 2026, certain of the Group's property, plant and equipment with aggregate net carrying values of approximately RMB872 million (31 December 2025: RMB909 million) were mortgaged to secure certain interest-bearing bank borrowings and bank facilities of the Group.

10. TRADE AND BILLS RECEIVABLES

An aging analysis of the trade receivables as at the end of the reporting period, based on the time of revenue recognition and net of loss allowance, is as follows:

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Trade receivables		
Within 1 year	39,289	33,673
1 to 2 years	1,187	198
2 to 3 years	8	11
Total	40,484	33,882

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Bills receivable		
Bank acceptance bills	313	251

As at 30 June 2026 and 31 December 2025, all bank acceptance bills are aged within 6 months and none of the bills receivable was overdue.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

11. TRADE AND BILLS PAYABLES

An aging analysis of the trade and bills payables as at the end of the reporting period based on the time of purchase, is as follows:

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Trade payables		
Within 1 year	94,771	90,510
1 to 2 years	445	208
2 to 3 years	57	80
Over 3 years	68	57
Total	95,341	90,855

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Bills payable		
Within 1 year	50,327	19,358

12. CONTINGENT LIABILITIES

As of the end of the reporting period, the Group did not have any material contingent liabilities.

13. COMMITMENTS

The Group had the following contractual commitments at the end of the reporting period:

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Contracted, but not provided for:		
Property, plant and equipment	5,423	5,380

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

14. RELATED PARTY TRANSACTIONS

(a) The Group had the following transactions with related parties during the period:

	Six months ended 30 June	
	2026 RMB million (Unaudited)	2025 RMB million (Unaudited)
Associates and its subsidiaries:		
Sales of products	588	403
Purchases of products	10,246	9,323
Purchases of property, plant and equipment	232	244
Rendering of services	16	13
Receipt of service	94	3
Joint ventures and its subsidiaries:		
Sales of products	164	3,229
Purchases of products	2,030	159
Placement of time deposits	4,000	5,000
Maturity of time deposits	(2,000)	(5,000)
Interest income	22	40
Rendering of services	54	5
Receipt of service	63	15

	Six months ended 30 June	
	2026 RMB million (Unaudited)	2025 RMB million (Unaudited)
Luxshare Limited and its subsidiaries:		
Purchases of products	1,567	946
Sales of products	24	8
Wuhu Investment Holding* and its subsidiaries:		
Purchases of products	1,844	1,893
Purchases of property, plant and equipment	5	25
Sales of products	7	161

* Wuhu Investment Holding Co., Ltd ("Wuhu Investment Holding") is a shareholder with significant influence over the Company.

Note:

The above transactions were conducted in accordance with the terms and conditions mutually agreed by the parties involved based on market prices.

(b) Other transactions with related parties:

- (i) As at 30 June 2026, the Group provided guarantee to an associate of the Group for its bank borrowing amounting to RMB325 million (31 December 2025: RMB314 million).
- (ii) As at 30 June 2026, the Group provided guarantee to a joint venture of the Group for its bank borrowing amounting to RMB63 million (31 December 2025: RMB49 million).

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

14. RELATED PARTY TRANSACTIONS (Continued)

(c) Outstanding balance with related parties:

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Lease liabilities:		
Associates and its subsidiaries	16	15
Ruichuang* and its subsidiaries	1	6
Total	17	21
Prepayments, other receivables and other assets:		
Joint ventures and its subsidiaries	287	287
Associates and its subsidiaries	572	234
Wuhu Investment Holding and its subsidiaries	10	–
Impairment allowance	(344)	(333)
Total	525	188
Trade receivables:		
Associates and its subsidiaries	1,250	1,699
Joint ventures and its subsidiaries	894	1,550
Wuhu Investment Holding and its subsidiaries	17	10
Luxshare Limited and its subsidiaries	3	–
Impairment allowance	(609)	(653)
Total	1,555	2,606
Trade and bills payables:		
Associates and its subsidiaries	6,306	6,164
Luxshare Limited and its subsidiaries	980	1,245
Wuhu Investment Holding and its subsidiaries	1,383	733
Joint ventures and its subsidiaries	1,236	603
Total	9,905	8,745
Other payables and accruals:		
Associates and its subsidiaries	869	1,090
Joint ventures and its subsidiaries	78	197
Luxshare Limited and its subsidiaries	–	17
Wuhu Investment Holding and its subsidiaries	–	10
Total	947	1,314

* Wuhu Ruichuang Investment Co., Ltd. ("Ruichuang") is a shareholder of the Company.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

14. RELATED PARTY TRANSACTIONS (Continued)

(c) Outstanding balance with related parties: (Continued)

	30 June 2026 RMB million (Unaudited)	31 December 2025 RMB million (Audited)
Contract liabilities:		
Associates and its subsidiaries	165	18
Joint ventures and its subsidiaries	116	9
Luxshare Limited and its subsidiaries	3	–
Wuhu Investment Holding and its subsidiaries	–	3
Total	284	30

(d) Compensation of key management personnel of the Group:

	Six months ended 30 June 2026 RMB thousand (Unaudited)	2025 RMB thousand (Unaudited)
Fee	402	392
Salaries, allowances, bonuses and benefits in kind	9,283	8,504
Performance related bonuses	33,474	23,716
Share-based compensation expenses	44,742	44,742
Pension scheme contributions	145	140
Total compensation paid to key management personnel	88,046	77,494

15. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

Management has assessed that the fair values of cash and cash equivalents, restricted bank deposits, the current portion of time deposit, the current portion of trade and bill receivables, trade and bills payables, financial assets included in prepayments, other receivables and other assets, the current portion of financial liabilities included in other payables and accruals, the current portion of interest-bearing bank loans and other borrowings approximate to their carrying amounts largely due to the short term maturities of these instruments.

The Group's corporate finance team is responsible for determining the policies and procedures for the fair value management of financial instruments. The corporate finance team reports directly to the chief financial officer and the board of directors. At the end of each reporting period, the corporate finance team analysed the movements in the values of financial instruments and determined the major inputs applied in the valuation. The valuation was reviewed and approved by the chief financial officer.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

15. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (Continued)

The fair values of the bills receivable classified as financial assets at fair value through other comprehensive income have been calculated by discounting the expected future cash flows. In addition, the bills receivable will mature within one year, and thus their fair values approximate to their carrying values.

The fair values of listed equity investments are based on quoted market prices. The Group invests in unlisted investments, which mainly represent structured deposit, wealth management products issued by banks in Chinese Mainland. The Group has estimated the fair value of structured deposit by using a discounted cash flow valuation approach and estimated the fair value of wealth management products based on the valuation report released by the wealth management product manager where available and consider liquidity discount where applicable.

For the fair value of the unlisted equity investments at fair value through other comprehensive income, management applies valuation techniques mainly comprise discounted cash flow approach and market comparable company approach to determine fair value. The sensitivity of fair values has been assessed that changes in unobservable inputs which reflect reasonable alternative assumptions would not result in significant changes in fair values.

The fair values of the non-current portion of time deposits, interest-bearing bank loans and other borrowings, long-term receivable, debt investment and long-term payables included in other payables and accruals have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities. The fair values have been assessed to be approximate to their carrying amounts.

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments:

Assets measured at fair value:

As at 30 June 2026

	Fair value measurement using			Total RMB million (Unaudited)
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
	RMB million	RMB million	RMB million	
	(Unaudited)	(Unaudited)	(Unaudited)	
Equity investments designated at fair value through other comprehensive income	–	–	367	367
Bills receivables included in financial assets at fair value through other comprehensive income	–	1,754	–	1,754
Financial assets at fair value through profit or loss	451	33,107	40	33,598
Derivative financial instruments	–	732	–	732
Total	451	35,593	407	36,451

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

15. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (Continued)

Fair value hierarchy (Continued)

Assets measured at fair value: (Continued)

As at 31 December 2025

	Fair value measurement using			Total RMB million (Audited)
	Quoted prices in active markets (Level 1) RMB million (Audited)	Significant observable inputs (Level 2) RMB million (Audited)	Significant unobservable inputs (Level 3) RMB million (Audited)	
Equity investments designated at fair value through other comprehensive income	–	–	296	296
Bills receivables included in financial assets at fair value through other comprehensive income	–	2,327	–	2,327
Financial assets at fair value through profit or loss	1,050	31,432	47	32,529
Derivative financial instruments	–	559	–	559
Total	1,050	34,318	343	35,711

The movements in fair value measurements within Level 3 during the period are as follows:

	2026 RMB million (Unaudited)	2025 RMB million (Unaudited)
Equity investments at fair value through other comprehensive income		
At 1 January	296	313
Total gains/(losses) recognised in other comprehensive income	2	(54)
Purchases	69	–
At 30 June	367	259

	2026 RMB million (Unaudited)	2025 RMB million (Unaudited)
Financial assets at fair value through profit or loss		
At 1 January	47	61
Disposal	(7)	–
At 30 June	40	61

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

15. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (Continued)

Fair value hierarchy (Continued)

Liabilities measured at fair value:

As at 30 June 2026

	Fair value measurement using			Total RMB million (Unaudited)
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
	RMB million	RMB million	RMB million	
	(Unaudited)	(Unaudited)	(Unaudited)	
Derivative financial instruments	–	108	–	108

As at 31 December 2025

	Fair value measurement using			Total RMB million (Audited)
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
	RMB million	RMB million	RMB million	
	(Audited)	(Audited)	(Audited)	
Derivative financial instruments	–	23	–	23

During the six months ended 30 June 2026 and 2025, there were no transfers of fair value measurements between Level 1 and Level 2 and no transfers into or out of Level 3 for both financial assets and financial liabilities.

16. EVENTS AFTER THE REPORTING PERIOD

There have been no other material events occurring after 30 June 2026 and up to the date of this interim report.

17. APPROVAL OF THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The unaudited interim condensed consolidated financial information was approved and authorised for issue by the board of directors on 20 August 2026.

DEFINITIONS

“Anhui Credit Guaranty”	Anhui Credit Financing Guaranty Group Co., Ltd.* (安徽省信用融資擔保集團有限公司)
“Anhui Investment Holding”	Anhui Provincial Investment Group Holding Co., Ltd.* (安徽省投資集團控股有限公司)
“Beijing Water Wood”	Beijing Water Wood Equity Investment Center (Limited Partnership)* (北京水木新創股權投資中心(有限合夥))
“BEV”	battery electric vehicle, an electric vehicle powered solely by a battery
“Board” or “Board of Directors”	the board of directors of the Company
“Chery” or “Company”	Chery Automobile Co., Ltd. (奇瑞汽車股份有限公司), a limited liability company established under the laws of the PRC in 1997 and converted into a joint stock limited liability company in the PRC on 24 March 2008
“China” or “PRC”	the People’s Republic of China, for geographical reference only and except where the context requires, references to the “PRC” do not apply to Hong Kong, Macau and Taiwan
“Corporate Governance Code”	the Corporate Governance Code set out in Part 2 of Appendix C1 to the Listing Rules
“Director(s)”	the director(s) of the Company
“Domestic Unlisted Share(s)”	ordinary share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which is/are subscribed for and paid up in Renminbi by domestic investors and not listed or traded on any stock exchange
“EIT”	PRC enterprise income tax
“Foreign Unlisted Share(s)”	ordinary share(s) in the share capital of the Company with a nominal value of RMB1.00 each which is/are subscribed for and paid up in currency other than RMB by foreign investors and not listed on any stock exchange
“FVTPL”	fair value through profit or loss
“Group”	the Company and its subsidiaries

DEFINITIONS

“H Share(s)”	ordinary share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which is/are subscribed for and traded in Hong Kong dollars and listed on the Stock Exchange
“Hengrui”	Wuhu Hengrui Equity Investment Partnership (Limited Partnership)* (蕪湖衡瑞股權投資合夥企業(有限合夥)), a limited partnership established under the laws of the PRC in 2024, which is one of the Group’s employee stock ownership platforms
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“ICE”	internal combustion engine
“Jimo SAOSC”	the State-owned Assets Operation Service Center of Jimo District, Qingdao City* (青島市即墨區國有資產運營服務中心)
“Jinan Changying”	Jinan Changying Jinan Investment Partnership (Limited Partnership)* (濟南暢贏金安投資合夥企業(有限合夥))
“Jinan Jiading”	Jinan Jiading Investment Partnership (Limited Partnership)* (濟南佳鼎投資合夥企業(有限合夥))
“KD”	knock-down
“Listing”	the listing of the H Shares on the Main Board of the Stock Exchange
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
“Mr. Yin”	Mr. Yin Tongyue (尹同躍), the executive Director, the chairman of the Board and the president of the Group
“Net Proceeds”	the net proceeds, including those raised from the partial exercise of the over-allotment option, from the Listing
“NEV”	new energy vehicle, primarily including BEVs, REEVs and PHEVs

DEFINITIONS

“Ningbo Wending”	Ningbo Meishan Bonded Port Area Wending Investment Co., Ltd.* (寧波梅山保稅港區問鼎投資有限公司)
“passenger vehicle”	vehicles primarily used for transporting passengers and their carry-on luggage to meet the non-business travelling needs of individuals or families, typically with a capacity of no more than nine seats (including the driver), and including types such as sedans and SUVs
“PHEV”	plug-in hybrid electric vehicle, an electric vehicle with a plug-in battery and fuel engine
“Previous Period”	the six months ended 30 June 2025
“Prospectus”	the prospectus of the Company dated 17 September 2025
“Qingdao Chengxin”	Qingdao Chengxin Equity Investment Co., Ltd.* (青島城鑫股權投資有限公司)
“Qingdao SASAC”	the State-owned Assets Supervision and Administration Commission of Qingdao Municipal People’s Government
“Qingdao Wudaokou”	Qingdao Wudaokou New Energy Automobile Industry Fund (Limited Partnership)* (青島五道口新能源汽車產業基金企業(有限合夥))
“Qingdao Xincheng”	Qingdao Xincheng Haishun New Energy Automobile Partnership (Limited Partnership)* (青島鑫誠海順新能源汽車合夥企業(有限合夥))
“Qingdao Xingrui”	Qingdao Xingrui Zhicheng New Energy Vehicle Industry Co., Ltd.* (青島興瑞智城新能源汽車產業有限公司)
“R&D”	research and development
“REEV”	range-extended electric vehicle, an electric vehicle with a fuel-powered range extender
“Renminbi” or “RMB”	Renminbi, the lawful currency of the PRC
“Reporting Period”	the six months ended 30 June 2026

DEFINITIONS

“Risk Control and Audit Committee”	the Risk Control and Audit Committee of the Company
“Ruichuang”	Wuhu Ruichuang Investment Co., Ltd.* (蕪湖瑞創投資股份有限公司) (formerly known as Wuhu Ruichuang Investment Company Limited* (蕪湖瑞創投資有限公司)), a joint stock company established under the laws of the PRC with limited liability in 2004, which is the stock ownership platform mainly for the management of Chery Holding and the Company
“Share(s)”	the ordinary share(s) in the share capital of the Company with a nominal value of RMB1.00 each, comprising Unlisted Share(s) and H Share(s)
“Shareholder(s)”	holder(s) of Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Supervisor(s)”	the supervisor(s) of the Company
“SUV”	sport utility vehicle
“Tibet Jinkun”	Tibet Jinkun Enterprise Management Co., Ltd.* (西藏錦坤企業管理有限公司)
“United States”	the United States of America, its territories, its possessions and all areas subject to its jurisdiction
“Unlisted Shares”	Domestic Unlisted Shares and Foreign Unlisted Shares
“USD”	United States dollars, the lawful currency of the United States
“Wuhu Investment Holding”	Wuhu Investment Holding Group Co., Ltd.* (蕪湖市投資控股集團有限公司), a limited liability company established under the laws of the PRC in 1998, which is the single largest Shareholder
“Wuhu SASAC”	the State-owned Assets Supervision and Administration Commission of Wuhu Municipal People’s Government
“Wuhu Yongrui”	Wuhu Yongrui Enterprise Management Consultation Co., Ltd.* (蕪湖永瑞企業管理諮詢有限公司)

DEFINITIONS

“Xincheng Haishun”	Qingdao Xincheng Haishun Enterprise Management Co., Ltd.* (青島鑫誠海順企業管理有限公司)
“Zhenrui”	Wuhu Zhenrui Equity Investment Partnership (Limited Partnership)* (蕪湖振瑞股權投資合夥企業(有限合夥)), a limited partnership established under the laws of the PRC in 2024, which is one of the Group’s employee stock ownership platforms
“Zhuhai Houjiang”	Zhuhai Houjiang Consultation Service Co., Ltd.* (珠海厚疆諮詢服務有限責任公司)
“Zhuhai Shangshun”	Zhuhai Shangshun Management and Consultancy Partnership (Limited Partnership)* (珠海尚順管理諮詢合夥企業(有限合夥))
“%”	per cent